

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 2736 - SB 2677**

February 9, 2010

**SUMMARY OF BILL:** Prohibits the use of traffic surveillance cameras after January 1, 2011. Contracts currently in effect may continue until their expiration or until the cost of issuing the cameras has been recovered.

**ESTIMATED FISCAL IMPACT:**

**Forgone Local Revenue – Exceeds \$500,000/FY10-11  
Exceeds \$1,000,000/FY11-12 and Succeeding Years**  
**Decrease Local Revenue – Exceeds \$1,000,000/FY10-11  
Exceeds \$2,000,000/FY11-12 and Succeeding Years**  
**Decrease Local Expenditures – Cost Avoidance – Exceeds \$50,000/FY10-11  
Exceeds \$100,000/FY11-12  
and Succeeding Years**  
**Decrease Local Expenditures – Exceeds \$100,000/FY10-11  
Exceeds \$200,000/FY11-12  
and Succeeding Years**

**Assumptions:**

- Local governments that are not currently operating cameras but that would have utilized cameras in the absence of this legislation will experience forgone local revenue estimated to exceed \$500,000 in FY10-11 and \$1,000,000 in FY11-12 and succeeding years for traffic fines that will not be collected.
- Local governments currently operating cameras will experience a decrease in local revenue estimated to exceed \$1,000,000 in FY10-11 and \$2,000,000 in FY11-12 and succeeding years for traffic fines that will no longer be collected.
- Local governments that are not currently operating cameras but that would have utilized cameras in the absence of this legislation will experience a cost avoidance in local expenditures estimated to exceed \$50,000 in FY10-11 and \$100,000 in FY11-12 and succeeding years for not paying vendors a portion of fines.

- Most cameras are operated through a contract with a vendor; the vendor is paid a percentage of fines collected. Local governments currently operating cameras will experience a decrease in expenditures estimated to exceed \$100,000 in FY10-11 and \$200,000 in FY11-12 and succeeding years for no longer paying vendors a portion of fines.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

/kmc